



STATE OF ALASKA
DEPARTMENT OF
COMMERCE
COMMUNITY AND
ECONOMIC DEVELOPMENT

Mike Dunleavy, Governor
Julie Sande, Commissioner
Keith Kurber II, Chairman

Regulatory Commission of Alaska

October 6, 2023

In reply refer to: Finance Section
File: PC46-1018N
LO#: L2300337

Janice Ball
Administrator
Pilot Point Electrical
P.O. Box 470
Pilot Point, AK 99649-0470

Dear Ms. Ball:

On October 5, 2023, the Commission approved updated **Permanent** Power Cost Equalization (PCE) amount(s) in cents per kilowatt-hour (¢/kWh) for Pilot Point Electrical (PILOT), for the listed classes of customers as follows:

All	40.65¢
-----	--------

The revised PCE amount(s) result from the review of PILOT's Fuel Report filed on September 18, 2023. The PCE amount(s) are effective for bills rendered on or after October 6, 2023. A copy of the Commission Staff's recommendations and schedules are attached as an Appendix.

PILOT is reminded of its obligation under the PCE legislation to provide its customers with the notice specified in AS 42.45.120 or similar notice approved by the Alaska Energy Authority.

PILOT is also reminded of its obligation under 3 AAC 52.620 and 3 AAC 52.640 to notify the Commission of any change in its rates, surcharges, fuel costs, and/or efficiency of operation, and advises PILOT that a failure to comply with those reporting requirements could jeopardize continued participation in the program.

If PILOT believes that the calculation used to establish the PCE amount set out above is incorrect, it should seek reconsideration setting forth why it believes the calculation is in error. Any reconsideration request must be submitted within 15 days of the date of this Letter Order.

If you have any questions regarding the calculation of PCE amount(s), please contact Utility Financial Analyst Brenda Cox at (907) 263-2131.

BY DIRECTION OF THE COMMISSION

Sincerely,

REGULATORY COMMISSION OF ALASKA



Kevin AufDerHeide (Oct 6, 2023 09:35 AKDT)

Kevin AufDerHeide

Finance Section Manager

cc: Katherine Aubry, Alaska Energy Authority

STATE OF ALASKA

**DEPARTMENT OF COMMERCE,
COMMUNITY & ECONOMIC DEVELOPMENT
REGULATORY COMMISSION OF ALASKA**

MIKE DUNLEAVY, GOVERNOR

701 WEST EIGHT AVENUE, SUITE 300
ANCHORAGE, ALASKA 99501-3469
PHONE: (907) 276-6222
FAX: (907) 276-0160
TTY/Alaska Relay: (800) 770-8973
WEBSITE: <http://rca.alaska.gov>

DATE: October 6, 2023

INVOICE#: 46-1018N

DATE DUE: November 5, 2023

Janice Ball
Administrator
Pilot Point Electrical
P.O. Box 470
Pilot Point, AK 99649-0470

Fee for Commission Staff analysis and recommendations Re:

**FILE #: PC46-1018N
LO #: L2300337**

Fuel Report under the Power Cost Equalization Program

Amount Due: \$ 39

TOTAL AMOUNT DUE: \$ 39

MAKE CHECK PAYABLE TO: **STATE OF ALASKA**

PLEASE REMIT CHECK AND COPY OF THIS INVOICE TO:

**REGULATORY COMMISSION OF ALASKA
701 W. 8TH AVE., SUITE 300
ANCHORAGE, AK 99501-3469**

If you have any questions, please contact Naomi Johnston at (907) 263-2132 or
naomi.johnson@alaska.gov.

Pilot Point Electrical

FILE #: PC46-1018N

Amount Due: \$ 39

LO #: L2300337

Check Number _____

Please tear along dotted line and submit payment with bottom portion. Thank you.

Power Cost Memorandum Fuel Cost Update

Date: October 5, 2023

Utility Name (Cert. No.) <u>City of Pilot Point (425)</u>	Utility File No. <u>PC46-1018N</u>	Date Filed: <u>September 18, 2023</u>
--	---------------------------------------	--

PCE AMOUNT SUMMARY	Previously Approved PC46-1018M	Staff Recommended Amounts and Effective Date PC46-1018N
Class Rate	<u>Date Approved:</u> September 8, 2023	October 6, 2023
All	\$0.4065	\$0.4065
<input type="checkbox"/> Interim <input checked="" type="checkbox"/> Permanent <input type="checkbox"/> Interim <input checked="" type="checkbox"/> Permanent		

Prior Fuel Purchase Price: \$ <u>4.9800</u>	New Fuel Purchase Price: \$ <u>5.0300</u>
<input checked="" type="checkbox"/> Actual <input type="checkbox"/> Weighted	<input checked="" type="checkbox"/> Actual <input type="checkbox"/> Weighted
Delivery Charge: _____	Surcharge Change: Previous _____ Updated _____

Signed: Brenda Cox
Brenda Cox

Utility Financial Analyst

Commission decision re. this recommendation :

	Date (if different from 10/5/23)	I CONCUR	I DO NOT CONCUR	I WILL WRITE A DISSENTING STATEMENT *
Kurber		<u>KKT</u>		
Doyle		<u>JD</u>		
Espindola		<u>E</u>		
Pickett		<u>OMP</u>		
Wilson		<u>JWW</u> JWW		

Special Instructions to Staff:

*If this column is initialed, Staff will contact the Commissioner for the statement, otherwise, dissent will simply be noted at the close of the By Direction Letter or Order

City of Pilot Point

POWER COST EQUALIZATION CALCULATION FOR THE TEST PERIOD ENDED JUNE 30, 2018 Fuel Cost Update

	PC46-1018M	PC46-1018N	
	Prior Commission Approval	Per Utility	Staff Recommended
A. Total kWh Generated	479,371	479,371	479,371
B. Total kWh Sold (Appendix 2)	401,158	401,158	401,158
C. Total Non-Fuel Costs (Appendix 2)	175,871	175,871	175,871
D. Non-Fuel Cost/kWh (C / B)	\$0.4384	\$0.4384	\$0.4384
E. Total Fuel Costs (Appendix 2)	227,466	229,750	229,750
F. Fuel Costs/kWh (E / B)	\$0.5670	\$0.5727	\$0.5727
G. Eligible Costs/kWh (D + F)	\$1.0054	\$1.0111	\$1.0111
H. Eligible Cost/kWh (G) less base rate in effect	\$0.8119	\$0.8176	\$0.8176
I. Lesser of (H) or 80.65 cents/kWh	\$0.8065	\$0.8065	\$0.8065
J. Average Class Rates (Appendix 3)			
ALL	\$0.4065	\$0.4065	\$0.4065
Class Power Cost Equalization Per kWh Payable			
K. Lesser of: (I) x 95% or (J)			
ALL	\$0.4065	\$0.4065	\$0.4065
L. Funding Level in Effect	100%	100%	100%
ALL	\$0.4065	\$0.4065	\$0.4065

City of Pilot Point

SCHEDULE OF ELIGIBLE POWER COSTS, SALES, AND EFFICIENCY FOR THE TEST PERIOD ENDED JUNE 30, 2018

Fuel Cost Update

				PC46-1018M	PC46-1018N	
				Prior Commission Approval	Per Utility	Staff Recommended
Non-Fuel Costs:						
A.	Personnel Expenses			54,912	54,912	54,912
B.	Operating Expenses			69,006	69,006	69,006
C.	General and Administrative Expenses			13,807	13,807	13,807
D.	Interest Expense			6,339	6,339	6,339
E.	Depreciation			31,807	31,807	31,807
F.	Other Expenses			0	0	0
G.	Total Non-Fuel Costs			\$175,871	\$175,871	\$175,871
Fuel Costs:						
H.	Gallons Consumed for Electric Generation			45,676	45,676	45,676
I.	Price of Fuel		*	\$4.9800	\$5.0300	\$5.0300
J.	Most Recent Price	Diesel	\$5.0300			
K.	Date Purchased	#2	5/30/23			
L.	Total Cost of Fuel (H x I)			\$227,466	\$229,750	\$229,750
M.	kWh Sales			401,158	401,158	401,158
N.	kWh Station Service			24,247	24,247	24,247
O.	Efficiency	≥	<u>Standard</u> 10.5	10.50	10.50	10.50
P.	Line Loss	≤	12%	11.26%	11.26%	11.26%
kWh generated - (kWh sales + Station Service) / kWh generated						

*Invoice 1938364A 5/30/23 \$4.5065
 Mark Up \$0.6000
\$5.1065

Inv. #31171 - Pilot Point paid \$5.03

City of Pilot Point

Calculation of Average Class Rate per kWh

Rate Schedule: ALL

(1) kWh by Block	(2) Rate (\$/kWh)	(3) Surcharge If Applicable (\$/kWh)	(4) Total (\$/kWh) (2+3)	(5) Total \$ (1x4)	(6) Avg. (\$/kWh) (5)/(1)	(7) Avg. Rate (\$/kWh) - 0.1935
750	0.6000	0.0000	0.6000	450.00	0.6000	0.4065
750				450.00	0.6000	0.4065
TOTAL (A)						(E)